

Date:

October 4, 2005

Subject:

2006 Renewable Energy Credit Sale

Alameda Power and Telecom (Alameda P&T) is soliciting interest in the Renewable Energy Credits (REC's) associated with a portion of Alameda P&T's contractual entitlement for Geothermal energy from the NCPA Geothermal plants located in Sonoma and Lake Counties. This offer is extended to satisfy any REC requirements for the 2006 calendar year.

Alameda P&T has a 21.4 MW entitlement for Geothermal energy from NCPA plants. This sale offer is for a 30 GWh portion of the REC's from the plant.

Interested Parties should submit a written offer of purchase by October 25<sup>th</sup>, 2005. The offer of purchase should indicate the Parties willingness to enter into a contractual agreement for the transfer of REC's. The agreement will be binding for the 2006 Calendar year subject to contractual terms and conditions.

Alameda P&T reserves the right to unilaterally reject all bids if the gain on the sale does not justify the commensurate reduction in renewable resource as reported in its Power Content Label. Alameda P&T will review the offers and notify the winner shortly thereafter. The final contractual sale will be subject to the approval of the Alameda Public Utilities Board.

Please contact Mr. Nicolas Procos at (510) 748-3931 if you have further questions.

Valerie Ö. Fong General Manager